

STATE OF TENNESSEE  
 COMBINED STATEMENT OF CASH FLOWS  
 ALL PROPRIETARY FUND TYPES, NONEXPENDABLE TRUST FUNDS AND DISCRETELY PRESENTED COMPONENT UNITS  
 FOR FISCAL YEAR ENDED JUNE 30, 1999  
 (With comparative totals for the fiscal year ended June 30, 1998)

(Expressed in Thousands)

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES
	ENTERPRISE	INTERNAL SERVICE	NONEXPENDABLE TRUST
CASH FLOWS FROM OPERATING ACTIVITIES:			
OPERATING INCOME (LOSS)	\$ 10,026	\$ (21,249)	\$ 18,682
ADJUSTMENTS TO RECONCILE OPERATING INCOME(LOSS) TO NET CASH FROM OPERATING ACTIVITIES:			
DEPRECIATION AND AMORTIZATION	16	40,719	
LOSS ON DISPOSAL OF FIXED ASSETS		3,175	
INVESTMENT INCOME	(5,706)		(26,556)
CHARGES FOR SERVICES	(10,038)		
INTEREST INCOME			(300)
INTEREST EXPENSE	1,257		
CHANGES IN ASSETS AND LIABILITIES:			
(INCREASE)DECREASE IN ACCOUNTS RECEIVABLE	(961)	114	
(INCREASE)DECREASE IN DUE FROM OTHER FUNDS		(459)	
(INCREASE)DECREASE IN DUE FROM PRIMARY GOVERNMENT			
(INCREASE)DECREASE IN DUE FROM COMPONENT UNITS	8	28	(50)
(INCREASE)DECREASE IN INVENTORIES		(1,019)	
(INCREASE)DECREASE IN PREPAID EXPENSES		349	
(INCREASE)DECREASE IN DEFERRED CHARGES			
INCREASE(DECREASE) IN WARRANTS PAYABLE	48	(436)	3
INCREASE(DECREASE) IN ACCOUNTS PAYABLE	2,068	6,869	
INCREASE(DECREASE) IN DUE TO OTHER FUNDS		21	59
INCREASE(DECREASE) IN DUE TO PRIMARY GOVERNMENT			
INCREASE(DECREASE) IN DUE TO COMPONENT UNITS	(2)		855
INCREASE(DECREASE) IN DEFERRED REVENUE	145	(680)	
INCREASE(DECREASE) IN OTHER			
TOTAL ADJUSTMENTS	(13,165)	48,681	(25,989)
NET CASH FROM(USED FOR) OPERATING ACTIVITIES	(3,139)	27,432	(7,307)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
OPERATING GRANTS RECEIVED	1,199		
OPERATING GRANTS PAID	(996)		
NEGATIVE CASH BALANCE IMPLICITLY FINANCED		465	
NEGATIVE CASH BALANCE IMPLICITLY REPAID		(129)	
PROCEEDS FROM SALE OF NOTES AND BONDS			
PROCEEDS FROM SALE OF COMMERCIAL PAPER			
BOND ISSUANCE COST			
PAYMENTS TO REFUNDING ESCROW			
OPERATING TRANSFERS FROM OTHER FUNDS	2,251	19,273	252
OPERATING TRANSFERS FROM PRIMARY GOVERNMENT			
OPERATING TRANSFERS TO COMPONENT UNITS	(25)		
EQUITY TRANSFERS IN	7,728	10,910	
EQUITY TRANSFERS OUT		(55)	
OPERATING TRANSFERS TO PRIMARY GOVERNMENT			
FUNDS RECEIVED FROM ESCROW			
PAYMENTS FOR ESCROW			
TAX REVENUES RECEIVED		3	
PRINCIPAL PAYMENTS	(3,045)		
INTEREST PAID	(1,316)		
CAPITAL CONTRIBUTIONS	20,574		
NET CASH FROM (USED FOR) NONCAPITAL FINANCING ACTIVITIES	26,370	30,467	252
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
PURCHASE OF FIXED ASSETS		(41,199)	
PAYMENTS TO REFUNDING ESCROW		(50,493)	
BOND PROCEEDS		64,821	
PROCEEDS FROM SALE OF FIXED ASSETS		1,301	
BOND ISSUANCE COST		(243)	
PRINCIPAL PAYMENTS		(32,927)	
INTEREST PAID		(8,466)	
NET CASH FROM (USED FOR) CAPITAL AND RELATED FINANCING ACTIVITIES		(67,206)	

See accompanying Notes to the Financial Statements

TOTALS (MEMORANDUM ONLY) PRIMARY GOVERNMENT	COMPONENT UNITS	TOTALS (MEMORANDUM ONLY) REPORTING ENTITY	
		FOR THE YEAR ENDED	
		JUNE 30, 1999	JUNE 30, 1998
\$ 7,459	\$ 11,772	\$ 19,231	\$ 104,718
40,735	663	41,398	41,972
3,175		3,175	3,558
(32,262)	(32,102)	(64,364)	(109,879)
(10,038)	(6,181)	(16,219)	(14,639)
(300)	(20,632)	(20,932)	(19,878)
1,257	128,407	129,664	133,804
(847)	(35,186)	(36,033)	47,290
(459)		(459)	(66)
	11	11	66
(14)	187	173	(303)
(1,019)	10	(1,009)	1,425
349	4	353	(134)
	(109)	(109)	5
(385)	284	(101)	(2,620)
8,937	95	9,032	9,897
80		80	(195)
	493	493	231
853		853	(11)
(535)	528	(7)	(281)
	(17)	(17)	11
<u>9,527</u>	<u>36,455</u>	<u>45,982</u>	<u>90,253</u>
<u>16,986</u>	<u>48,227</u>	<u>65,213</u>	<u>194,971</u>
1,199	39,224	40,423	45,296
(996)	(50,826)	(51,822)	(51,407)
465	6,377	6,842	554
(129)		(129)	(1,027)
	597,371	597,371	437,194
	117,600	117,600	91,750
	(1,180)	(1,180)	(549)
	(142,306)	(142,306)	(37,852)
21,776		21,776	10,849
	25	25	25
(25)		(25)	(25)
18,638		18,638	9,085
(55)		(55)	(550)
			(43,000)
			18,519
			(18,519)
3	18,585	18,588	16,281
(3,045)	(519,184)	(522,229)	(479,477)
(1,316)	(122,409)	(123,725)	(135,364)
<u>20,574</u>	<u></u>	<u>20,574</u>	<u>32,250</u>
<u>57,089</u>	<u>(56,723)</u>	<u>366</u>	<u>(105,967)</u>
(41,199)	(202)	(41,401)	(26,672)
(50,493)		(50,493)	
64,821		64,821	
1,301		1,301	2,100
(243)		(243)	
(32,927)	(149)	(33,076)	(9,638)
<u>(8,466)</u>	<u>(354)</u>	<u>(8,820)</u>	<u>(9,485)</u>
<u>(67,206)</u>	<u>(705)</u>	<u>(67,911)</u>	<u>(43,695)</u>

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FOR FISCAL YEAR ENDED JUNE 30, 1999  
(With comparative totals for fiscal year ended June 30, 1998)

(Expressed in Thousands)

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES
	ENTERPRISE	INTERNAL SERVICE	NONEXPENDABLE TRUST
CASH FLOWS FROM INVESTING ACTIVITIES:			
LOANS ISSUED	(41,074)		
COLLECTION OF LOAN PRINCIPAL	15,556		
PURCHASE OF INVESTMENTS			(144,746)
PROCEEDS FROM INVESTMENTS			143,030
INVESTMENT INCOME RECEIVED			8,439
INTEREST RECEIVED	17,505	9,576	300
NET CASH FROM(USED FOR) INVESTING ACTIVITIES	(8,013)	9,576	7,023
NET INCREASE(DECREASE) IN CASH AND CASH EQUIVALENTS	15,218	269	(32)
CASH AND CASH EQUIVALENTS, JULY 1	136,291	266,579	41
PRIOR PERIOD ADJUSTMENT		5,500	
CASH AND CASH EQUIVALENTS (Restated), JULY 1	136,291	272,079	41
CASH AND CASH EQUIVALENTS, JUNE 30	\$ 151,509	\$ 272,348	\$ 9
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:			
BOND ISSUANCE COST			
DISPOSAL OF FIXED ASSETS			
CONTRIBUTED FIXED ASSETS		\$ 1,125	
DEEP DISCOUNT ACCRETION			
PREPAID EXPENSES			
TOTAL NONCASH CAPITAL AND FINANCING ACTIVITIES		\$ 1,125	
RECONCILIATION OF CASH AND CASH EQUIVALENTS, JUNE 30, 1999			
CASH AND CASH EQUIVALENTS PER BALANCE SHEET	\$ 1,263,037	\$ 1,007,692	
CASH ON DEPOSIT WITH FISCAL AGENT	896,589	1,355	
LESS: EXPENDABLE TRUST FUND	(898,754)		
AGENCY FUND	(420,667)		
PENSION FUND	(11,502)		
INVESTMENT TRUST FUND	(828,694)		
GOVERNMENTAL TYPE COMPONENT UNITS		(73,678)	
COLLEGE AND UNIVERSITY COMPONENT UNITS		(606,930)	
CASH AND CASH EQUIVALENTS PER CASH FLOW STATEMENT	\$ 9	\$ 328,439	

See accompanying Notes to the Financial Statements

TOTALS (MEMORANDUM ONLY) PRIMARY GOVERNMENT	COMPONENT UNITS	TOTALS (MEMORANDUM ONLY) REPORTING ENTITY	
		FOR THE YEAR ENDED	
		JUNE 30, 1999	JUNE 30, 1998
(41,074)	(116,017)	(157,091)	(109,819)
15,556	37,306	52,862	50,011
(144,746)	(719,198)	(863,944)	(1,411,821)
143,030	806,962	949,992	1,438,764
8,439		8,439	8,313
<u>27,381</u>	<u>64,268</u>	<u>91,649</u>	<u>99,557</u>
<u>8,586</u>	<u>73,321</u>	<u>81,907</u>	<u>75,005</u>
<u>15,455</u>	<u>64,120</u>	<u>79,575</u>	<u>120,314</u>
402,911	264,319	667,230	546,916
<u>5,500</u>		<u>5,500</u>	
<u>408,411</u>	<u>264,319</u>	<u>672,730</u>	<u>546,916</u>
\$ <u>423,866</u>	\$ <u>328,439</u>	\$ <u>752,305</u>	\$ <u>667,230</u>
	\$ 720	\$ 720	\$ 576
	96	96	(148)
\$ 1,125		1,125	360
	8,079	8,079	7,037
			<u>5,500</u>
\$ <u>1,125</u>	\$ <u>8,895</u>	\$ <u>10,020</u>	\$ <u>13,325</u>